**B. I. G. INDUSTRIES BERHAD (195285-D)**
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**
**AS AT 30 JUNE 2018**

| | (UNAUDITED) 30.6.2018 RM' 000 | (AUDITED) 30.6.2017 RM' 000 |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | | |
| Property, plant and equipment | 33,664 | 38,000 |
| Land held for property development | 6,272 | 6,210 |
| Other investments | 10 | 10 |
| | 39,946 | 44,220 |
| **Current assets** | | |
| Inventories | 7,807 | 7,143 |
| Trade receivables | 10,866 | 11,435 |
| Other receivables, deposits and prepayments | 1,022 | 1,705 |
| Tax recoverable | 1,204 | 1,638 |
| Short term deposits placed with licensed banks | 653 | 1,037 |
| Short term deposits held as security value | 247 | 258 |
| Cash held pursuant to Housing Development Act | 658 | 678 |
| Investment securities | 8 | 7 |
| Cash and bank balances | 2,216 | 930 |
| | 24,681 | 24,831 |
| **TOTAL ASSETS** | 64,627 | 69,051 |
| **EQUITY AND LIABILITIES** | | |
| **Equity attributable to Equity Holders of the Company** | | |
| Share capital | 48,242 | 48,242 |
| (Accumulated losses)/ Revenue reserve | (17,058) | (12,540) |
| **TOTAL EQUITY** | 31,184 | 35,702 |
| **Non-current liabilities** | | |
| Lease payables | 542 | 1,275 |
| Term loans | 237 | 355 |
| Other Payable | 5,216 | 3,048 |
| Deferred tax liabilities | 3,435 | 4,361 |
| | 9,431 | 9,039 |
| **Current liabilities** | | |
| Bank overdrafts | 489 | 1,693 |
| Term loans | 117 | 936 |
| Borrowings | 6,184 | 5,325 |
| Trade payables | 6,209 | 4,424 |
| Other payables and accruals | 9,974 | 10,414 |
| Amount due to related companies | 45 | 45 |
| Lease payables | 995 | 1,464 |
| Income tax payable | - | 9 |
| | 24,013 | 24,310 |
| **TOTAL LIABILITIES** | 33,444 | 33,349 |
| **TOTAL EQUITY AND LIABILITIES** | 64,627 | 69,051 |
| **Net assets per share attributable to Equity Holders of the Company (RM)** | 0.65 | 0.74 |

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.

**B. I. G. INDUSTRIES BERHAD (195285-D)**
(Incorporated in Malaysia)

**UNAUDITED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME**
**FOR THE FOURTH QUARTER ENDED 30 JUNE 2018**

| | Quarter Ended | | | Year-To-Date Ended | | |
|---|---|---|---|---|---|---|
| | 30.6.2018 RM'000 | 30.6.2017 RM'000 | Changes % | 30.6.2018 RM'000 | 30.6.2017 RM'000 | Changes % |
| **Revenue** | 10,260 | 8,559 | 19.87 | 39,909 | 42,824 | (6.81) |
| Other income | 946 | 1,287 | (26.50) | 1,910 | 1,911 | (0.05) |
| Interest income | 42 | 24 | 75.00 | 51 | 46 | 10.87 |
| Inventories purchased and raw materials consumed | (5,593) | (4,206) | (32.98) | (21,921) | (21,479) | (2.06) |
| Carriage outwards | (228) | (28) | (714.29) | (567) | (69) | (721.74) |
| Employee salaries and other benefits expenses | (2,093) | (2,683) | 21.99 | (8,821) | (10,998) | 19.79 |
| Depreciation of plant, property and equipment | (1,180) | (1,312) | 10.06 | (4,758) | (5,371) | 11.41 |
| Development costs | - | 391 | 100.00 | 165 | 201 | 17.91 |
| Other expenses | (3,633) | (4,562) | 20.36 | (10,742) | (14,275) | 24.75 |
| **Operating loss** | (1,479) | (2,530) | 41.54 | (4,774) | (7,210) | 33.79 |
| Finance costs | (132) | (251) | 47.41 | (683) | (1,066) | 35.93 |
| **Loss before tax** | (1,611) | (2,781) | 42.07 | (5,457) | (8,276) | 34.06 |
| Income tax expense | 939 | 1,664 | - | 939 | 1,664 | - |
| **Loss net of tax, representing total comprehensive income for the period** | (672) | (1,117) | 39.84 | (4,518) | (6,612) | 31.67 |
| **Total comprehensive income for the period** | | | | | | |
| Loss attributable to: | | | | | | |
| Owners of the Company | (672) | (1,117) | 39.84 | (4,518) | (6,612) | 31.67 |
| **Earning per share attributable to equity holders of the Company:** | | | | | | |
| Earnings/(loss) per share (sen) | | | | | | |
| - Basic | (1.40) | (2.32) | | (9.39) | (13.75) | |
| - Diluted | NA | NA | | NA | NA | |

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.

**B. I. G. INDUSTRIES BERHAD (195285-D)**
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**
**FOR THE FOURTH QUARTER ENDED 30 JUNE 2018**

| | \|------------------Attributable to Equity Holders of Company | | ------------------\| | |
|---|---|---|---|---|
| | \|-----Non-distributable---------\| | | Distributable | |
| | | | Revenue Reserve/ | |
| | **Share Capital** | **Share Premium** | **(Accumulated losses)** | **Total** |
| | **RM'000** | **RM'000** | **RM'000** | **RM'000** |
| **At 1 July 2017** | 48,242 | - | (12,540) | 35,702 |
| Total comprehensive loss | - | - | (4,518) | (4,518) |
| **At 30 June 2018** | 48,242 | - | (17,058) | 31,184 |
| | | | | |
| **At 1 July 2016** | 48,092 | 150 | (5,928) | 42,314 |
| Transition to no par regime | | | | |
| Total comprehensive loss | - | - | (6,612) | (6,612) |
| **At 30 June 2017** | 48,092 | 150 | (12,540) | 35,702 |

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.

**B. I. G. INDUSTRIES BERHAD (195285-D)**
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE FOURTH QUARTER ENDED 30 JUNE 2018**

| | 12 Months Ended 30.6.2018 RM'000 | 12 Months Ended 30.6.2017 RM'000 |
|---|---|---|
| Loss before tax | (5,457) | (8,276) |
| Adjustments for : | | |
| Depreciation of property, plant and equipment | 4,758 | 5,371 |
| Bad debts written off | 92 | 78 |
| Deposits written off | - | 20 |
| Inventories written off | - | 22 |
| Property, plant and equipment written off | 82 | 393 |
| Net gain on disposal of property, plant and equipment | (427) | (455) |
| Gain on financial liabilities measured at amortised cost | (160) | (226) |
| Impairment loss on property, plant and equipment | 123 | 315 |
| Impairment loss on trade receivables, net of reversal | 106 | (93) |
| Reversal of impairment loss on property, plant and equipment | - | (22) |
| Interest expenses | 683 | 1,066 |
| Interest income | (51) | (46) |
| **Operating cash flows before working capital changes** | (251) | (1,853) |
| Changes in working capital: | | |
| Inventories | (665) | (78) |
| Receivables | 1,055 | 7,152 |
| Payables | 3,672 | 405 |
| Cash flows from operations | 3,811 | 5,626 |
| Interest received | 51 | 46 |
| Interest paid | - | (96) |
| Income tax paid, net of refunds | 438 | (687) |
| **Net cash flows from operating activities** | 4,300 | 4,889 |
| **Investing activities** | | |
| Purchase of property, plant & equipment | (647) | (423) |
| Proceeds from disposal of property, plant & equipment | 707 | 534 |
| Net change of investment securities | - | 3 |
| Net advance to associate | (1) | (5) |
| Subsequent expenditure on land held for development | (62) | (280) |
| **Net cash flows from/ (used in) investing activities** | (3) | (171) |
| **Financing activities** | | |
| Proceeds from term loans | - | 1,000 |
| Repayment of loans and borrowings | (936) | (3,098) |
| Net change of short term borrowings | 859 | (440) |
| (Increase)/decrease in fixed deposits pledged | 31 | 844 |
| Interest paid | (683) | (970) |
| Repayment of lease payables | (1,462) | (1,718) |
| **Net cash flows used in financing activities** | (2,191) | (4,382) |

**B. I. G. INDUSTRIES BERHAD (195285-D)**
(Incorporated in Malaysia)

**FOR THE FOURTH QUARTER ENDED 30 JUNE 2018**
**(Cont….)**

| | 30.6.2018 RM'000 | 30.6.2017 RM'000 |
|---|---|---|
| **Net increase/(decrease) in cash and cash equivalents** | 2,106 | 336 |
| **Cash and cash equivalents at 1 July** | 274 | (62) |
| **Cash and cash equivalents at 30 June** | 2,380 | 274 |
| **Analysis of cash and cash equivalents:** | | |
| Cash and bank balances | 2,869 | 1,967 |
| Bank overdrafts | (489) | (1,693) |
| | 2,380 | 274 |

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017 and the accompanying explanatory notes attached to the interim financial statements.

**B. I. G. INDUSTRIES BERHAD (195285-D)**
(Incorporated in Malaysia)

## PART A –EXPLANATORY NOTES PURSUANT TO FRS134

### A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards ("FRS") No.134, "Interim Financial Reporting" and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2017. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2017.

### A2. Changes in Accounting Policies

The new and revised FRS, Amendments to FRS and IC Interpretations are mandatory for companies with financial year beginning on or after 1 January 2017 which do not give rise to any significant effects on the financial statements of the Group.

**Malaysian Financial Reporting Standards**

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards Framework ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called the 'Transitioning Entities').

The Transitioning Entities are given an option to defer adoption of the new MFRS Framework and shall apply the MRFS framework for annual periods beginning on or after 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 30 June 2019.

In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments require on transition will be made, retrospectively, against opening retained earnings.

The Company expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 30 June 2019.

## A3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements of the Company and its subsidiaries for the financial year ended 30 June 2017 were not subject to any qualification.

## A4. Comments about Seasonal or Cyclical Factors

The business operations of the Group were not affected by any significant seasonal or cyclical factors.

## A5. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows during the quarter under review.

## A6. Changes in Estimates

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and year-to-date under review.

## A7. Debts and Equity Securities

There were no debt and equity securities issued, cancelled, repurchased, resold or repaid during the current quarter under review.

## A8. Dividends Paid

There was no dividend paid for the quarter under review.

## A9. Segmental Information

| | Revenue | | | Profit/(Loss) before tax | | |
|---|---|---|---|---|---|---|
| | --- 3 months ended 30 Jun --- (Individual Quarter) | | | | | |
| **SEGMENT** | **2018 RM'000** | **2017 RM'000** | **Changes %** | **2018 RM'000** | **2017 RM'000** | **Changes %** |
| Gas | 5,999 | 5,781 | 3.77 | (1,350) | (1,430) | 5.59 |
| Concrete | 4,261 | 3,168 | 34.50 | (316) | (1,182) | 73.27 |
| Property | - | (390) | - | 108 | (18) | 700.00 |
| Others | - | - | - | (53) | (151) | 64.90 |
| **Total** | 10,260 | 8,559 | 19.87 | (1,611) | (2,781) | 42.07 |

## A9. Segmental Information (continued)

| | Revenue | | | Profit/(Loss) before tax | | |
|---|---|---|---|---|---|---|
| | --- 12 months ended 30 Jun --- (Cumulative Quarter) | | | | | |
| **SEGMENT** | **2018 RM'000** | **2017 RM'000** | **Changes %** | **2018 RM'000** | **2017 RM'000** | **Changes %** |
| Gas | 22,739 | 24,682 | (7.87) | (3,645) | (3,414) | (6.77) |
| Concrete | 17,170 | 18,142 | (5.36) | (1,788) | (3,908) | 54.25 |
| Property | - | - | - | 88 | (325) | 127.08 |
| Others | - | - | - | (112) | (629) | 82.19 |
| **Total** | 39,909 | 42,824 | (6.81) | (5,457) | (8,276) | 34.06 |

## A10. Carrying Amount of Revalued Assets

The valuation of property, plant and equipment was brought forward without amendment from the previous annual financial statements.

## A11. Material Subsequent Events

There are no material events subsequent to the end of the current quarter under review.

## A12. Changes in Composition of the Group

Except for the following, there were no changes in the composition of the Group:

i) On 27 March 2017, the Company announced that Linear Excellent Sdn. Bhd. ("Linear"), a wholly-owned subsidiary of the Company is applying for striking off its name from the Registry pursuant to Section 550 of the Companies Act 2016. The final notice of the striking off of Linear was dated 30 August 2017. It was dissolved on 19 October 2017.

ii) On 18 September 2017, the Company announced that B.I.G. Bahtera Sdn. Bhd. ("Bahtera"), a wholly-owned subsidiary of the Company is applying for striking off its name from the Registry pursuant to Section 550 of the Companies Act 2016. The final notice of the striking off of Bahtera was dated 23 February 2018 and was dissolved on 12 March 2018.

iii) On 18 September 2017, the Company announced that the following companies are applying for striking off their names from the Registry pursuant to Section 550 of the Companies Act 2016:
a) B.I.G. Marine Sdn. Bhd., a wholly-owned subsidiary; and
b) Sistem SDS Sdn. Bhd., a wholly-owned subsidiary.

The above companies are dormant and non-operating. They have no intention to carry out any business.

## A13. Changes in Contingent Liabilities and Contingent Assets

There are no material changes in the contingent liabilities or contingent assets since the last balance sheet date.

**A14. Capital Commitments**

Capital expenditure of the Group approved and contracted but not provided for as at 30 June 2018 in relation to property, plant and equipment amounted to RM0.083 million.

## PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES

**B1. Performance Review**

For the quarter under review, the Group reported a gross revenue of RM10.260 million as compared to RM8.559 million recorded in the preceding year corresponding quarter. For the current financial year, the Group reported a revenue of RM39.909 million as compared to RM42.824 million recorded in the preceding year, a decrease of RM2.915 million or 6.81%. The decrease was mainly due to lower market demand and higher competition for the products and services from the Gas and Concrete Divisions.

For the current quarter under review, the Group reported a loss before tax of RM1.611 million as compared to a loss before tax of RM2.781 million recorded in the preceding year corresponding quarter.

For the current financial year, the Group registered a loss before tax of RM5.457 million as compared to a loss before tax of RM8.276 million for the preceding year. The lower loss was attributed to the various cost rationalization measures and a slight recovery in the profit margin of the Concrete Division.

- **Gas Division**

During the current quarter under review, the Gas Division recorded a gross revenue of RM5.999 million as compared to RM5.781 million recorded in the preceding year corresponding quarter, an increase of RM0.218 million. Compared with the preceding year corresponding quarter, revenue for compressed gas improved by RM0.348 million but revenue for liquefied gas decreased by RM0.130 million.

For the current financial year, the Gas Division reported a revenue of RM22.739 million as compared to a revenue of RM24.682 million registered in the preceding year. Compared with the preceding year, revenue for the compressed gas increased by RM0.478 million but revenue for liquefied gas decreased by RM2.421 million due to lower demand in the oil and gas industry.

The division recorded a loss before tax of RM1.350 million for the current quarter ended 30 June 2018 as compared to RM1.430 million recorded in the preceding year corresponding quarter. For the current financial year, the Gas Division reported a loss before tax of RM3.645 million as compared to a loss before tax of RM3.414 million registered in the preceding year. The higher loss was mainly due to a provision of legal claim and lower revenue.

- **Concrete Division**

During the current quarter under review, the Concrete Division recorded a gross revenue of RM4.261 million as compared to a revenue of RM3.168 million registered in the preceding year corresponding quarter. Revenue from concrete piles increased by RM1.093 million while revenue from ready-mixed concrete was constant during the current quarter under review. For the current financial year, the Concrete Division reported a revenue of RM17.170 million as compared to a revenue of RM18.142 million registered in the preceding year. The lower revenue was caused by the decrease in revenue of ready-mixed concrete by RM4.717 million as compared with the preceding year due to excess capacity and intense competition. However, revenue for precast concrete piles was increased by RM3.745 million.

The Concrete Division recorded a loss before tax of RM0.316 million as compared to a loss before tax of RM1.182 million recorded in the preceding year corresponding period. For the current financial year, the Concrete Division reported a loss before tax of RM1.788 million as compared to a loss before tax of RM3.908 million reported in the preceding year. The loss was mitigated due to various cost rationalization measures and contribution from the increased revenue of precast concrete piles.

- **Property Division**

No revenue from the Property Division for the current quarter under review. However, there were some write back of over accrued expenses and legal fees in the current financial year.

The new project in Melalin is currently at the stage of application for approved permit and developer licence.

## B2. Comparison of Material Change with Preceding Quarter's Results

| Group Results | Current Quarter ended 30.6.2018 | Preceding Quarter ended 31.3.2018 | Changes |
|---|---|---|---|
| | (RM'000) | (RM'000) | % |
| Revenue | 10,260 | 10,499 | (2.28) |
| Profit/(Loss) Before Tax | (1,611) | (722) | (123.13) |

Revenue for the current quarter under review was RM10.260 million as compared to RM10.499 million for the preceding quarter. Compared with the preceding quarter, the Gas Division reported higher revenue by RM0.545 million while the Concrete Division reported a lower revenue of RM0.784 million.

The Group recorded a loss before tax of RM1.611 million as compared to a loss before tax of RM0.722 for the preceding quarter ended 31 March 2018. The higher loss was due to impairment of property, plant and equipment, impairment of trade receivables and provision of a legal claim.

## B3. Current Year Prospects

The escalating trade war between China and United States of America may pose significant challenge to the Malaysian economy. The Group business activities are primarily in Malaysia and any adverse economic effects may impact the Group.

With the stable crude oil price, the oil and gas industry has gradually increased its activities. The Group expects the performance of the Gas Division to improve in the financial year ending 30 June 2019.

The Concrete Division is expected to remain weak for the next quarter due to fewer project launches and overcapacity in the ready-mixed concrete industry. The Group will continue to be prudent in its expenditures and optimizing its operational efficiency.

The new project in Melalin is currently at the stage of application for approved permit and developer license.

## B4. Statement of the Board of Directors' Opinion on Achievement of Forecast or Target

The disclosure requirement is not applicable for the current quarter.

## B5. Profit Forecast

The Company has not provided any profit forecast in any public document.

## B6. Taxation

| | Current Year Quarter 30.6.2018 | Preceding Year Quarter 30.6.2017 | Changes | Current Year To date 30.6.2018 | Preceding Year To date 30.6.2017 | Changes |
|---|---|---|---|---|---|---|
| | (RM'000) | (RM'000) | % | (RM'000) | (RM'000) | % |
| **Taxation comprises:** | | | | | | |
| Current tax | (13) | (220) | 5.91% | (13) | (220) | 5.91% |
| Deferred tax | (926) | (1,444) | 64.13% | (926) | (1,444) | 64.13% |
| Total | (939) | (1,664) | 56.43% | (939) | (1,664) | 56.43% |

The Group's effective tax rate for the current quarter under review is lower than the statutory rate as certain wholly-owned subsidiary companies of the Company have sufficient capital allowances and trading losses to offset taxable profits.

## B7. Corporate Proposals

On 19 July 2017, the Company announced the proposal to undertake a private placement of up to 4,809,220 new B.I.G. Industries Berhad ("BIG") shares representing up to ten percent (10%) of the issued share capital of the Company to the third party investor(s) to be identified later and at an issue price to be determined at a later date ("Proposed Private Placement").

On 25 July 2017, Bursa Malaysia Securities Berhad ("Bursa Securities") had vide its letter approved the listing and quotation of up to 4,809,220 new BIG shares subject to certain conditions.

The Board had decided not to seek an extension of time from Bursa Securities for the Proposed Private Placement.

## B8. Borrowings

### a) Short Term Borrowings

| | 30 June 2018 | | | 30 June 2017 | | |
|---|---|---|---|---|---|---|
| | Secured | Unsecured | Total | Secured | Unsecured | Total |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Bank overdraft | 489 | - | 489 | 1,693 | - | 1,693 |
| Bankers' acceptance and revolving credits | 6,184 | - | 6,184 | 5,325 | - | 5,325 |
| Term loans | 117 | - | 117 | 107 | 829 | 936 |
| Lease payables | 995 | - | 995 | 1,464 | - | 1,464 |
| **Total** | 7,785 | - | 7,785 | 8,589 | 829 | 9,418 |

### b) Long Term Borrowings

| | 30 June 2018 | | | 30 June 2017 | | |
|---|---|---|---|---|---|---|
| | Secured | Unsecured | Total | Secured | Unsecured | Total |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| Term loans | 237 | - | 237 | 355 | - | 355 |
| Lease payables | 542 | - | 542 | 1,275 | - | 1,275 |
| Total | 779 | - | 779 | 1,630 | - | 1,630 |

None of the Group's borrowings as at the financial year ended are denominated in foreign currencies.

## B9. Changes in Material Litigations

There was no litigation at the date of issue of these interim financial statements except for the following:

On 26 June 2012, the Company's wholly-owned subsidiary, B.I.G. Industrial Gas Sdn. Bhd. ("BIGG") entered into a conditional Sale and Purchase Agreement ("SPA") with Pan Wijaya Property Sdn. Bhd. ("PWPSB") subject to the consent from the Director of Lands and Surveys for the disposal of a piece of vacant leasehold land held under Lot 2072, Block 26, Kemena Land District, Kidurong Industrial Area, Bintulu, Sarawak measuring approximately 1.2243 hectares in area for a cash consideration of RM3.1 million.

Director of Lands and Surveys, Sarawak via its letter dated 12 March 2013 rejected the application for consent to transfer ownership of land title held under Lot 2072. Accordingly, the conditional SPA dated 26 June 2012 on the proposed disposal was treated as cancelled, null and void.

On 5 February 2013, PWPSB created a caveat instrument registered as Instrument No.L703/2013 at Bintulu Land District on 5 February 2013 ("Caveat") forbidding the registration of any dealing with the estate or the interest of the land held under Lot 2072. In view of the cancellation of proposed disposal and refusal of PWPSB to remove the caveat, BIGG had on 26 July 2013 commenced a legal proceeding against PWPSB for the removal of the caveat. On 3 September 2013, PWPSB sued BIGG for specific performance of the SPA and in the alternative for damages for breach of contract. BIGG refuted the claim as the Director of Lands and Surveys, Sarawak had refused to grant the consent and thus it was impossible to perform the SPA and therefore void. In the event the High Court ruled in favour of PWPSB, the financial impact to BIGG would be RM0.620 million as pre-estimated liquidated damages.

On 10 April 2014, the High Court had ordered ("Court Order"):

i) the removal of the said caveat from the Register of the Department of Lands and Surveys Bintulu Division ("DLS-Bintulu") with costs; and
ii) BIGG was entitled to damages subject to proofs.

On 11 August 2014, the solicitors of BIGG had sent a sealed copy of the Court Order to the DLS-Bintulu for the aforesaid removal of caveat.

On 10 September 2014, PWPSB filed an appeal against the High Court's ruling of 10 April 2014 and on 17 October 2014, the Court of Appeal had ordered for a full hearing at the High Court.

The full trial at the High Court was held on 11 May 2015 and 12 May 2015. The High Court fixed the ruling date on 23 July 2015 which was re-scheduled to 17 August 2015. However, on 17 August 2015 and 15 September 2015, the High Court again scheduled the ruling date to 15 September 2015 and 18 November 2015 respectively.

The Bintulu High Court had again re-scheduled the ruling date to 28 December 2015 and later 4 February 2016. Subsequently on 4 February 2016, the ruling date was postponed to 26 February 2016. On 26 February 2016, the ruling date was again postponed to 18 March 2016.

On 18 March 2016, the High Court ruled as follows:

1. The Caveat to be withdrawn upon receipt of RM620,000.00 from BIGG;
2. No specific performance is granted against BIGG;
3. Global costs of RM55,000.00 payable to PWPSB;
4. BIGG to pay damages (to be assessed by Registrar) under Section 75 of Contract Act 1950 or Clause 6 of SPA.

BIGG had on 14 April 2016 filed an appeal to the Court of Appeal against the High Court decision.

The Court of Appeal hearing was held on 15 February 2017 and the judgement was as follows:

1. The Caveat to be withdrawn upon receipt of RM620,000.00 from BIGG;
2. No specific performance is granted against BIGG;
3. BIGG to pay damages (to be assessed by Registrar) under Section 75 of the Contract Act 1950 or Clause 6 of SPA; and
4. Each party to bear their own costs.

On 15 May 2017, the High Court in Bintulu had allowed BIGG's application to stay the PWPSB's Notice for Directions for assessment of damages dated 16 March 2017 pending the final disposal of BIGG's Notice of Motion for leave to appeal to the Federal Court dated 14 March 2017.

The hearing of the Notice of Motion for Leave before Federal Court is fixed on 14 September 2017.

On 14 September 2017, the Federal Court granted leave to BIGG against the decision of the Court of Appeal. On 6 October 2017, BIGG had filed and served a Notice of Appeal.

BIG had filed the Memorandum and Record of Appeal to the Federal Court. The hearing of the appeal before the Federal Court is fixed on 18 July 2018.

On 18 July 2018, the Federal Court dismissed the appeal of BIGG. The Federal Court was not prepared to consider the question of law posed as it held that BIGG ought to have appealed against the decision of the Director of Land & Survey, Sarawak.

## B10. Dividend Payable

No interim ordinary dividend has been recommended for the quarter under review.

## B11. Earnings Per Share

| | Current Quarter Ended 30.6.2018 | Preceding Year Ended 30.6.2017 | Current Year To-Date 30.6.2018 | Preceding Year To-Date 30.6.2017 |
|---|---|---|---|---|
| **a)** Basic | | | | |
| Profit/(Loss) net of tax, attributable to Equity Holders of the Company (RM'000) | (672) | (1,117) | (4,518) | (6,612) |
| Weighted average number of ordinary shares, in issue ('000) | 48,092 | 48,092 | 48,092 | 48,092 |
| Basic earnings/(loss) per share (sen) | **(1.40)** | **(2.32)** | **(9.39)** | **(13.75)** |
| **b) Diluted** | | | | |
| Profit/(Loss) net of tax, attributable to Equity Holders of the Company (RM'000) | N/A | N/A | N/A | N/A |
| Weighted average number of ordinary shares, in issue ('000) | N/A | N/A | N/A | N/A |
| Fully diluted earnings per share (sen) | N/A | N/A | N/A | N/A |